

ORDINANCE NO. 023-122

AN ORDINANCE AUTHORIZING THE
PURCHASE OF BLANKET RAILROAD
PROTECTIVE LIABILITY INSURANCE
FOR POLICY YEAR NOVEMBER 1,
2023 THROUGH OCTOBER 31, 2024

WHEREAS, In Ordinance No. 009-102, dated September 9, 2009, the Transit Board established the Blanket Railroad Protective Liability Insurance Program ("Program") in which the Authority purchases Railroad Protective Liability Insurance with capital funds and allocates the costs of the insurance among the construction projects that are performed within fifty (50) feet of the Authority's railroad right-of-way property; and

WHEREAS, The Authority has a contract with Alliant Insurance Services, Inc. ("Alliant") and its disadvantaged business enterprise (DBE) subcontractor, Paradigm Risk Management, for professional insurance brokerage services; and

WHEREAS, Alliant engaged in a brokerage process common to the insurance brokerage industry for policy year November 1, 2023, through October 31, 2024, and recommends the purchase of Blanket Railroad Protective Liability Insurance from Aspen Specialty Insurance Company for a projected annual premium, including taxes, in an amount not to exceed Five Hundred Thousand Dollars (\$500,000.00); and

WHEREAS, This insurance policy permits construction contractors on Authority projects to pay for Railroad Protective Insurance at a reduced premium rate; and

WHEREAS, The insurance policy offers first-party insurance coverage to the Authority for liability and property claims arising out of construction of the projects enrolled in the Program; and

WHEREAS, The Authority allocates the insurance costs to the respective construction projects and does not incur any out-of-pocket expenses for this program; and

WHEREAS, The insurance policy also permits contractors with whom the Authority enters into short-term rights of entry for work on Authority property to purchase Railroad Protective Liability Insurance through the Program; now, therefore:

BE IT ORDAINED BY THE CHICAGO TRANSIT BOARD
OF THE CHICAGO TRANSIT AUTHORITY:

SECTION 1. The General Counsel of the Authority, or his designee, is authorized to enter into an insurance contract for Blanket Railroad Protective Liability

ORDINANCE 023-122
(Continued) -2

Insurance with Aspen Specialty Insurance Company to run from November 1, 2023, through October 31, 2024, for a projected annual premium, including taxes, in an amount not to exceed Five Hundred Thousand Dollars (\$500,000.00).

SECTION 2. The Chairman of the Chicago Transit Board, or his designee, is further authorized to take such actions and execute such documents as may be necessary to implement the objectives of this ordinance.

SECTION 3. This ordinance shall be in full force and effect from and after its passage.

APPROVED:

PASSED:

Chairman

October 13, 2023

Secretary

October 13, 2023